

**ND RETIREMENT AND INVESTMENT OFFICE**  
**A Division of ND Retirement and Investment Office**  
**Balance Sheet**  
**As of 9/30/2007**

11/7/2007

	As of <u>9-30-07</u>	As of <u>6-30-07</u>
<b>ASSETS:</b>		
<b>INVESTMENTS (AT MARKET)</b>		
DOMESTIC EQUITIES	\$ 1,820,476,827	\$ 1,845,998,567
INTERNATIONAL EQUITIES	940,635,532	944,760,297
DOMESTIC FIXED INCOME	2,126,924,315	1,973,499,969
INTERNATIONAL FIXED INCOME	191,287,408	179,265,016
REAL ESTATE	425,967,353	417,638,876
ALTERNATIVE INVESTMENTS	173,566,286	173,508,671
INVESTED CASH (NOTE 1)	<u>86,310,441</u>	<u>84,933,966</u>
 TOTAL INVESTMENTS	 5,765,168,162	 5,619,605,362
 <b>RECEIVABLES</b>		
DIVIDEND/INTEREST RECEIVABLE	25,738,606	23,668,338
CONTRIBUTIONS RECEIVABLE	59,276	8,058,323
MISCELLANEOUS RECEIVABLE	<u>5,014</u>	<u>7,075</u>
 TOTAL RECEIVABLES	 25,802,896	 31,733,736
 <b>OTHER ASSETS</b>		
OPERATING CASH	10,069,230	10,032,855
FIXED ASSETS (NET OF ACCUM DEPR)	<u>789,382</u>	<u>789,382</u>
 TOTAL ASSETS	 <u><u>\$ 5,801,829,670</u></u>	 <u><u>\$ 5,662,161,335</u></u>
 <b>LIABILITIES:</b>		
ACCOUNTS PAYABLE	29,975	75,649
ACCRUED EXPENSES	549,402	519,832
CAPITAL LEASE PAYABLE	1,210	1,210
INVESTMENT EXPENSES PAYABLE	<u>7,714,994</u>	<u>7,719,499</u>
 TOTAL LIABILITIES	 8,295,581	 8,316,190
 <b>NET ASSETS AVAILABLE:</b>		
NET ASSETS AVAILABLE BEGIN OF YEAR	5,653,845,145	4,924,031,121
CASH IN DURING YEAR (NOTE 3)	181,076,900	295,030,109
CASH OUT DURING YEAR (NOTE 4)	93,557,268	358,929,903
NET INCREASE (DECREASE)	<u>52,169,312</u>	<u>793,713,818</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>5,793,534,089</u>	 <u>5,653,845,145</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u><u>\$ 5,801,829,670</u></u>	 <u><u>\$ 5,662,161,335</u></u>

**ND RETIREMENT AND INVESTMENT OFFICE**  
**A Division of ND Retirement and Investment Office**  
**Profit and Loss Statement**  
**For the Month Ended 9/30/2007**

11/7/2007

	Month Ended <u>9-30-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 14,828,055	\$ 41,410,506
SECURITIES LENDING INCOME	<u>2,732,006</u>	<u>8,256,056</u>
	17,560,061	49,666,562
GAIN ON SALE OF INVESTMENTS	39,894,240	152,059,652
LOSS ON SALE OF INVESTMENTS	<u>29,992,839</u>	<u>114,330,119</u>
NET GAINS (LOSSES) INVESTMENTS	9,901,401	37,729,533
INVESTMENT EXPENSES	1,314,666	7,233,080
SECURITIES LENDING EXPENSES	<u>2,586,950</u>	<u>7,862,780</u>
NET INVESTMENT INCOME	23,559,846	72,300,235
NET APPREC (DEPREC) MARKET VALUE	120,262,336	7,327,331
MISCELLANEOUS INCOME/(EXPENSE)	<u>33,648</u>	<u>97,547</u>
TOTAL INVESTMENT INCOME	143,855,830	79,725,113
CONTRIBUTIONS & ASSESSMENTS (NOTE 5)	1,764,927	2,608,960
PURCHASED SERVICE CREDIT (NOTE 6)	215,583	426,947
PENALTY & INTEREST (NOTE 7)	<u>447</u>	<u>17</u>
TOTAL ADDITIONS	<u>145,836,787</u>	<u>82,761,037</u>
DEDUCTIONS:		
BENEFITS PAID PARTICIPANTS (NOTE 8)	8,810,558	26,379,478
PARTIAL LUMP SUM BENEFITS PAID	27,952	244,102
REFUNDS TO MEMBER (NOTE 9)	<u>3,315,636</u>	<u>3,621,060</u>
TOTAL BENEFITS PAID	12,154,146	30,244,640
ADMINISTRATIVE EXPENSES	140,177	347,085
TOTAL DEDUCTIONS	<u>12,294,323</u>	<u>30,591,725</u>
NET INCREASE (DECREASE)	<u><u>\$ 133,542,464</u></u>	<u><u>\$ 52,169,312</u></u>

# ND RETIREMENT AND INVESTMENT OFFICE

11/7/2007

## Notes To Financial Statements

September 30, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1                    INVESTED CASH

Pension Cash Pool invested in the short-term investment fund (STIF/STEP) at The Northern Trust Company.

NOTE 3                    CASH IN DURING YEAR

Cash transferred into investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 4                    CASH OUT DURING YEAR

Cash transferred out of investment accounts at The Northern Trust Company during the current fiscal year.

NOTE 5                    CONTRIBUTIONS

Contributions on teachers' salaries of 7.75 percent of salary plus a matching contribution paid by the employer unit, for a total contribution of 15.5 percent that must be remitted monthly.

NOTE 6                    PURCHASED SERVICE CREDIT

Payments received on the purchase of service credit for TFFR as allowed by the North Dakota Century Code.

NOTE 7                    PENALTY & INTEREST

Amounts charged to school districts for late payment or reporting of contributions.

NOTE 8                    BENEFITS PAID TO PARTICIPANTS

Monthly annuity benefits paid to retired teachers on the first of each month.

NOTE 9                    REFUND TO MEMBERS

Refunds of teachers' accounts who have ceased teaching in North Dakota.